

## Norphlet Operating Committee Minutes February 13, 2008

The Operating Committee met by conference call at 10:00 a.m. Central Time, February 13, 2008. Participating were Nelson Abell, Billy and Jesse Spector, Scott Reed, W.L. Cook, Scott Carter (representing Long Brothers) and Brian Brooks, Evert Talbot and Bob James of Jones-Hamilton Co.

The surrender of the Garrison's stock certificates has not been made, missing yesterday's deadline. Don Dodson has advised that the certificates can be cancelled on the Company's stock records without physical surrender. This will be done as of Friday, February 15 at 5:00 p.m.

Evert Talbot's weekly report was reviewed along with that of Craig Wilson's. Questions were directed to securing the services of Mr. Likoubo and the anticipated contribution by consultants Steve Owens (Jackson is meeting with him today) and Bill Gumprecht. Evert reviewed the current recycling and waste disposal activities; these should take 2-3 weeks and will be carried out simultaneously with the design and engineering consultations. Talbot reported that the consultants believe we can recycle 60% of the "heavies" on an ongoing basis; 40% would require disposal, adding to the ongoing cost of operation.

On the equipment requirements, Spector expressed that the estimate of 6-8 weeks may be too short because the water wash is not an off-the-shelf item. Talbot believes that the HCl stripper may require less time.

We had considerable discussion on the reactors purchased, on hand and in place, and the possibility of need for a new one, if antimony is used as the catalyst. Abell asked if the Ruston, LA, engineering company will be needed. Talbot responded that we will bid out some of the equipment, and that they could be involved in the plant build-out.

The cash draw for the week is \$105,000. Brooks and David Henry reviewed the needs and details. JH will advance this amount, bringing the total since January 17 to \$747,554.

Next week's conference call has been changed to Tuesday, February 19 at 3:00 p.m. Central time.

Respectfully,  
Bob James

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